

APPLICATION FOR PERMIT
TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

Date of filing in State Engineer's Office MAY 18 1986

Returned to applicant for correction _____

Corrected application filed _____

Map filed MAY 18 2006

The applicant **Chelsea Investments, LLC** hereby make application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated. **7/11/2005, Nevada**

1. The source of the proposed appropriation is **Underground**
2. The amount of water applied for is **2.02 AFA, 0.003 cfs**
 - (a) If stored in reservoir give number of acre-feet
3. The water to be used for **Commercial**
4. If use is for:
 - (a) Irrigation, state number of acres to be irrigated
 - (b) Stockwater, state number and kinds of animals to be watered
 - (c) Other use (describe fully under No. 12. "Remarks") **See item #12**
 - (d) Power:
 - (1) Horsepower developed
 - (2) Point of return of water to stream
5. The water is to be diverted from its source at the following point **within the SW ¼ of the SW ¼ of Section 5, Township 20 S., Range 53 E., M.D.B.&M., Nye County, Nevada at a point from which the SW corner of said Section 5 bears S 08°48'54" W a distance of 1253.90 ft.**
6. Place of Use **Within a portion of the SW ¼ of the SW ¼ of Section 5, Township 20S., Range 53 E., M.D.B.&M., Nye County, Nevada. Also known as Nye County Assessor's Parcel Numbers 36-031-36, located at 1251 N. Leslie St., Pahrump, Nevada.**
7. Use will begin about **January 1st** and end about **December 31st** of each year.
8. Description of proposed works **Existing well with casing and submergible pump, new totalizing meter, storage tank, and distribution system.**
9. Estimated cost of works **\$ 6,000 associated with new works, as described in item 8.**
10. Estimated time required to construct works **2 years**
11. Estimated time required to complete the application of water to beneficial use **5 years**

12. Remarks: Commercial water rights to serve 8,200 square foot Pub and Restaurant with minimal landscaping and paved parking. See attached fixture count.

By **s/Rachel Kryder**
1240 E. State St. Ste. 101
Pahrump, NV 89048

Compared sg/ag lt/gkl

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is issued under the provisions of NRS 534.120(2) as a preferred use.

Permit 74314 is issued for commercial water service to the parcel identified by the Nye County Assessor as APN 36-031-36. Upon cessation of pumping for commercial purposes at this place of use, water under Permit 74314 shall return to the groundwater source and no application to change or relinquishment will be allowed.

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The amount of water to be changed shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.003 cubic feet per second, but not to exceed 2.02 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

March 14, 2008

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

March 14, 2011

Map in support of proof of beneficial use shall be filed on or before:

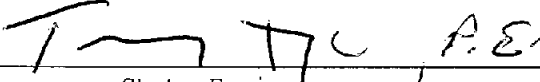
N/A

IN TESTIMONY WHEREOF, I, TRACY TAYLOR, P.E.,

State Engineer of Nevada, have hereunto set

my hand and the seal of my office,

this 14th day of March, A.D. 2007



State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed N/A

Certificate No. _____ Issued _____